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16
17 UNITED STATES DISTRICT COURT
18
19 SOUTHERN DISTRICT OF CALIFORNIA

20
21 CARLOS VICTORINO and ADAM
22 TAVITIAN, individually, and on
23 behalf of other members of the
24 general public similarly situated,

25 Plaintiffs,

26 v.

27 FCA US LLC, a Delaware limited
28 liability company,

Defendant.

Case No.: 3:16-CV-01617-GPC-JLB

**REPLY IN SUPPORT OF
PLAINTIFFS' MOTION FOR CLASS
CERTIFICATION**

District Judge: Hon. Gonzalo P. Curiel
Magistrate Judge: Hon. Jill L. Burkhardt

Hearing Date: January 19, 2018
Hearing Time: 1:30p.m.
Location: 221 West Broadway
Courtroom 2D, 2nd Fl.

Action Filed: June 24, 2016
Trial Date: None Set

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STATE CASES

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1 **I. INTRODUCTION**

2 In many ways, this case is easier to certify than other car cases involving
3 failures to disclose because FCA already has admitted, in implementing the X62
4 extended warranty program and repair procedure (“X62 repair”), that there was a
5 common clutch problem in the Class Vehicles. FCA also has admitted that the
6 reservoir hose was defectively designed and that the X62 repair fails to eliminate
7 contaminated fluid from the hydraulic system (“Clutch Defect”). Plaintiffs contend
8 that the X62 service was insufficient because it ignored the systemic effects of fluid
9 contamination caused by a faulty reservoir hose and that the concentric slave
10 cylinder (“CSC”) should also have been replaced, per industry standards. FCA
11 disagrees. At class certification, the Court need not decide which party is correct; it
12 need only decide whether Plaintiffs can prove their claims by based on common,
13 class wide evidence, which they can.

14 Plaintiffs have demonstrated that the Clutch Defect is uniform and present in
15 all the Class Vehicles, and Plaintiffs seek to certify only the Class Vehicles covered
16 by X62 with the defective hose that leached plasticizer. Despite FCA’s contention
17 that the clutch system is composed of multiple parts, the faulty reservoir hose and
18 other relevant components have been consistently identified by part numbers
19 common to the Class Vehicles. Plaintiffs have shown that the X62 notice that FCA
20 sent to owners (and on which FCA relies to show that prospective purchasers were
21 exposed to “disparate information”) refers exclusively to the clutch master cylinder
22 (“CMC”) and the reservoir hose, and omits entirely the problem of systemic
23 contamination. Plaintiffs can prove that every Class Member was damaged, based
24 on the benefit of the bargain theory; that damages can be measured on a class wide
25 basis; and that the measure of damages matches the theory of liability. None of the
26 supposed issues that FCA has identified predominate or preclude certification, nor
27 do they overcome Plaintiffs’ central contention that the X62 repair failed to address
28 the Clutch Defect. FCA disagrees with Plaintiffs’ evidence, but that is not sufficient

1 to defeat class certification.

2 Rather than rebutting Plaintiffs' claims regarding defective design of the
3 Clutch System and FCA's abortive attempts to cure it, FCA's Opposition to class
4 certification seeks to distract by misstating and improperly characterizing the
5 evidence and by defaming Plaintiffs and Plaintiffs' counsel.

6 **II. ADEQUACY**

7 FCA's attacks on Plaintiffs and their counsel (Opposition at 10-11, 17-18) are
8 slanderous and sanctionable. Enough is enough. FCA is not entitled to carelessly lob
9 disparaging and baseless accusations at Plaintiffs and their counsel without
10 consequence.

11 Contrary to FCA's contentions and its misreading of this Court's ruling
12 regarding Plaintiffs' counsel's adequacy in its Order denying FCA's pre-emptive
13 Motion to deny certification, this Court did *not* find that Plaintiffs' counsel violated
14 any Rule of Professional conduct. Indeed, this Court stated clearly that "[b]ased on
15 the record to date, the Court cannot conclude that Plaintiffs' counsel's conduct
16 creates a 'serious doubt' on their integrity and trustworthiness as representatives for
17 the class." (Dkt. 115 at 12:8-11.) The record on this issue has not changed since the
18 Court denied FCA's motion to deny class certification, and FCA has failed to
19 challenge or even address "whether Plaintiffs can demonstrate the factors under
20 Rule 23(g)(1)(A) or (B)" (Dkt. 115 at 4). Plaintiffs' counsel have continued to
21 represent Plaintiffs zealously and scrupulously in this action. FCA also is fixated on
22 *Klee v. Nissan N. America., Inc.*, No. CV12-8238 (C.D. Cal.), referring to it at any
23 opportunity, despite this Court's express finding that the facts in *Klee* "do not
24 support Defendant's position" concerning Plaintiffs' counsel's adequacy (Dkt. 115
25 at 12.). FCA also fails to point out, yet again, that (now retired) Judge Kozinski
26 formally withdrew his objection to the settlement and agreed with it.

27 FCA's contention that Plaintiffs' counsel are involved in "conflict
28 representations" regarding the depositions of two percipient witnesses, David

1 Tavitian, (Plaintiff Adam Tavitian's father) and Emad Salama, is a falsehood. Mr.
 2 Salama was represented for the *limited* purpose of his deposition. *See* Declaration of
 3 Karen L. Wallace in Opposition to FCA's Motion for Leave to File Third Party
 4 Complaint against Emad Salama at ¶ 29, Ex. E (Salama Deposition at 14:2-
 5 11)(“MS. WALLACE: “Yes, as we had discussed, we’re representing him for
 6 purposes of the deposition.”)(Dkt. 125-1, Sept. 22, 2017). Plaintiffs addressed the
 7 allegedly improper representation of Mr. Salama, including FCA’s
 8 mischaracterization of his deposition testimony, in their Opposition to FCA’s
 9 Motion for Leave to File Third-Party Complaint against J&E Auto Services, Inc.,
 10 (*see* Dkt. 124 at 2: 17-18), a motion which this Court denied, finding that J&E Auto
 11 Services, Inc. is not potentially liable in this case for any repairs. (Dkt. 133 at 8).
 12 Plaintiffs have no conflict with Mr. Salama, and FCA has provided no support for its
 13 spurious allegation that any exists.

14 With respect to the representation of David Tavitian, FCA makes two
 15 arguments regarding misconduct by Plaintiffs’ counsel. FCA argues without support
 16 that by defending Mr. Tavitian’s deposition out of State, Plaintiffs’ counsel violated
 17 the California Rules of Professional Conduct. Yet under Local Rule 83.4.b, the
 18 California Rules of Professional Conduct govern whether an ethical violation has
 19 occurred.¹ Rule 1-300 regarding the unauthorized practice of law provides that “[a]
 20 member shall not practice in a jurisdiction where to do so would be in violation of
 21 regulations of the profession in that jurisdiction.” The Indiana Rules of Professional
 22 Conduct prohibit lawyers not licensed in Indiana from “establish[ing] an office or
 23 other systematic and continuous presence in this jurisdiction for the practice of law”
 24 or “hold[ing] out to the public or otherwise represent[ing] that the lawyer is
 25 admitted to practice in this jurisdiction.” Rule 5.5(b), Unauthorized Practice of Law.
 26 However, the Indiana Rules specifically permit the provision of legal services in the

27
 28 ¹ FCA relies on *In the Matter of Coale*, 775 N.E.2d 1079 (Ind. 2002), which is
 inapposite, regarding events that transpired in Indiana.

1 state if they “arise out of or are reasonably related to the lawyer’s practice in a
 2 jurisdiction in which the lawyer is admitted to practice.” Rule 5.5(c)(4). If nothing
 3 else, FCA is holding Plaintiffs’ counsel to a standard different than for its own
 4 counsel regarding the unauthorized practice of law, given that Scott H. Morgan, the
 5 attorney who took Mr. Tavitian’s deposition, is not licensed in Indiana. In fact, there
 6 was no unauthorized practice of law here (by either party).

7 FCA also accuses Plaintiffs’ counsel, in passing, of improperly soliciting Mr.
 8 Tavitian, but fails to identify any basis for this contention; FCA simply refers in a
 9 footnote to Cal. Rule Prof. Cond. 1-400 but offers no explanation as to how that
 10 Rule has been violated. (Motion at 17, fn. 14.) FCA fails also to identify the specific
 11 conflict it alleges arises here. FCA contends only that Mr. Tavitian disagrees with
 12 his son’s interpretation of the clutch pedal malfunctions he’s experienced and fails
 13 utterly to explain how this difference of opinion from a non-party constitutes a
 14 conflict of interest in this case.² FCA’s mischaracterization of the evidence, with
 15 little to no authority in support, is consistent with FCA’s established pattern of
 16 misdirection and obfuscation. FCA implies further that Plaintiffs’ counsel continue
 17 to represent Mr. Tavitian and Mr. Salama in this case, yet there are no, and have
 18 never been, any claims pending against either.³ Once again, FCA’s allegation is
 19 unfounded and spurious.

20 The cases on which FCA relies are plainly inapposite: the holding in *Radcliffe*
 21 *v. Experian Info. Solutions*, 715 F.3d 1157, 1167-68 (9th Cir. 2013) pertains to a
 22 “conditional-incentive-awards provision”; the holding in *Montessori Learning*
 23 *Centers v. Ashford Gear LLC*, 662 F.3d 913, 918 (7th Cir. 2011), which this Court

24 ² FCA mischaracterizes almost all Mr. Tavitian’s deposition testimony and his
 25 obvious and demonstrated lack of knowledge about the facts of the case.

26 ³ Mr. Tavitian testified explicitly that Plaintiffs’ counsel only represented him for
 27 purposes of deposition. (Tavitian Depo at 16:21-25.) Plaintiffs addressed the alleged
 28 improper representation of Mr. Salama, including FCA’s mischaracterization of his
 deposition testimony, in their Opposition to FCA’s Motion for Leave to File Third-Party
 Complaint against J&E Auto Services, Inc., which was denied. (See, e.g., Dkt. 124 at 2,
 17-18.)

1 has already distinguished, pertains to misrepresentations made to clients; and the
2 holding in *Kulig v. Midland Funding, LLC*, 2014 WL 5017817, *3-6 (S.D.N.Y.
3 2014) pertains to offers of settlement. Plaintiffs' counsel cannot reasonably be
4 expected to defend themselves against inflammatory accusations of misconduct with
5 no legal or factual basis.

6 In the Ninth Circuit, courts consider whether Plaintiffs and their counsel
7 "have any conflicts of interest with other class members" and whether Plaintiffs and
8 their counsel will "prosecute the action vigorously on behalf of the class." *Hanlon v.*
9 *Chrysler Corporation*, 150 F.3d 1011, 1020 (9th Cir. 1998). Unable to challenge
10 either of these factors credibly, FCA has resorted to attacks on Plaintiffs' counsel's
11 ethics and trustworthiness. FCA's conduct is defamatory and should not be
12 condoned.

13 FCA's attacks on the named Plaintiffs themselves also are scurrilous. The
14 Court also declined to find that Plaintiff Tavitian is an inadequate representative
15 because of the adverse instruction, (Dkt. 134 at 25), and the sanction does not
16 prevent him from testifying at trial. While the Court invited fuller briefing regarding
17 Plaintiff Tavitian's adequacy in support of motions regarding class certification,
18 FCA did not do so. FCA's briefing simply reiterates the points FCA already has
19 made and still fails to show that Plaintiff Tavitian or his counsel are inadequate.
20 Indeed, while the Court issued an evidentiary sanction against Plaintiff Tavitian for
21 failing to preserve evidence, (Dkt. 134 at 21), the Court expressly found that
22 "Defendant provides no evidence, besides an inference, to support its allegations
23 that Plaintiffs' counsel failed to adequately oversee Tavitian's discovery efforts."
24 (Dkt. 134 at 26.) Further, as the Court already has ruled on the allegation against
25 Plaintiff Tavitian and the sanction already has been issued, there is no danger of a
26 unique defense on this issue. Now, FCA would have the Court doubly sanction
27 Plaintiff Tavitian, his counsel, and the Class for the same action that the Court has
28 already considered and decided.

1 FCA claims that “[e]very court to have been faced with such a circumstance
2 has concluded adequacy is lacking” is disingenuous and inaccurate. (Motion at 19.)
3 Each case is clearly distinguishable and fails to support a finding that Plaintiff
4 Tavitian or his counsel are inadequate. In *Falcon v. Philips Elec. N. Am. Corp.*, 304
5 Fed. App’x 896, 897 (2d Cir. 2008), the court found no abuse of discretion in
6 concluding that the plaintiff could not serve as an adequate class representative
7 because the plaintiff, among other problems, disposed of crucial evidence before the
8 defendant had the opportunity to examine it, presenting the danger of a defense
9 unique to the plaintiff against a charge of spoliation. In this case, as discussed in
10 Plaintiffs’ opposition to FCA’s motion for sanctions (Dkt. 124), FCA had already
11 inspected Plaintiff Tavitian’s vehicle and determined that it should perform the X62
12 repair but not replace the CSC, despite determining that it was defective. And
13 because this Court has already ruled on the charge of spoliation, there is no danger
14 of a unique defense on that basis.

15 In *Akaosugi v. Benihana National Corp.*, 282 F.R.D. 241, 257 (N.D. Cal.
16 2012), the Court found that the defendant “raised credible accusations” as to the
17 plaintiff’s “attempts to conceal his wrongdoing” based on the steps he took to
18 deprive the defendant of documents to which it was entitled in discovery. In the
19 instant matter, as Plaintiffs have argued at length, (see Dkt. 124), FCA had already
20 inspected the evidence that it faults Plaintiff Tavitian for failing to preserve, and
21 FCA does not challenge the Court’s finding that there was no bad faith. Indeed, the
22 relevant events support Plaintiffs’ contentions regarding the insufficiency of the X62
23 repair.

24 In *Doyle v. Chrysler Group, LLC*, the plaintiff sold her car, which was the
25 subject of proposed litigation, before she’d even retained counsel. *Doyle v. Chrysler*
26 *Grp. LLC*, No. SACV 13-00620 JVS, 2014 WL 7690155, at *2 (C.D. Cal. Oct. 9,
27 2014), *rev’d and remanded*, 663 F. App’x 576 (9th Cir. 2016). While the court held
28 that an adverse instruction inference was sufficient to find that plaintiff was atypical

1 and thus inadequate to represent the class, the facts are significantly different from
 2 Plaintiff Tavitian's. As discussed, the evidence at issue in this case was not
 3 despoiled until after FCA had inspected the vehicle for purposes of litigation and
 4 concluded that it was defective. Further, the court has *already ruled on this issue*
 5 and has provided for a jury instruction that would address the very concern that FCA
 6 would have the Court address here again.

7 More importantly, Plaintiffs seek certification on the grounds that the Clutch
 8 System suffers from fluid contamination because FCA failed properly to remedy the
 9 defect, which originates with the reservoir hose, not the CSC. FCA's own argument
 10 is that "the existence of the defect depends on the size and position of the clutch
 11 system seals, and the amount of plasticizer in each reservoir hose," and not on the
 12 design of the CSC. (Motion at 12.) FCA has failed utterly to show that a jury is
 13 likely to presume that the lost evidence is both relevant and favorable to FCA.

14 FCA's assertion that the evidence "clearly suggests that [Plaintiffs] have
 15 simply ceded control to their attorneys to make all decisions, including whether any
 16 settlement should be accepted or rejected," (Motion at 18) and that Plaintiffs are
 17 inadequate based on their ignorance of the claims at issue and lack of involvement
 18 in the litigation is a blatant mischaracterization of Plaintiffs' deposition testimony.⁴
 19 The evidence supports a finding that both Plaintiff Tavitian and Plaintiff Victorino
 20 can adequately represent the Class.

21 Plaintiff Victorino testified expressly that he "keeps up to date with his
 22 lawyers" and reads all the documents they send him. (*Id.* at 171-172.) He also
 23 understands that he acts on behalf of "anybody that is affected by the clutch defect."
 24 (*Id.* at 175.) Indeed, Plaintiff Victorino has experienced the symptoms of the clutch
 25 defect from the first day of ownership to as recently as September 2017, when his
 26 clutch pedal "fell to the floor." *See Zohdy Decl In Support of Plaintiffs' Motion for*

27
 28 ⁴ Some of FCA's accusations regarding Plaintiff Victorino were already addressed
 in Plaintiffs' Opposition to FCA's sanctions motion. (Dkt. 124.)

1 Class Certification, ¶ 33, Ex. EE (Stapleford Decl. at ¶ 38-41).

2 Plaintiff Tavitian testified similarly, stating expressly his understanding that
3 he would act on behalf of “a large group of people who are experiencing similar
4 problems” and, as one of those people, he would be “put forward as an example of
5 the rest...for the purposes of standardizing the costs incurred and such for various
6 similar vehicles and similar issues with that master cylinder. And to protect the
7 interests of those other people as well.” (Tavitian Depo. at 293:1-10.) FCA’s
8 contention that “Plaintiff simply cannot prove that they have no disqualifying
9 conflict of interest,” (Motion at 18), turns the standard on its head and relies on
10 Plaintiffs’ refusal to produce their retainer agreements, despite Magistrate
11 Burkhardt’s express rulings that FCA is not entitled to these documents. *See* Dkt.
12 No. 52 (Order Denying FCA’s Motion to Compel Production of Plaintiffs’ Retainer
13 Agreements); Dkt. No 136 (Order Denying FCA’s Motion for Reconsideration).
14 Because it is simply impossible here to correct every misinterpretation that FCA
15 attributes to Plaintiffs, suffice it to say that FCA misstates almost every aspect of
16 their respective testimony. There is a clear and disturbing pattern to FCA’s
17 arguments, which distort or simply ignore the truth.

18 Finally, FCA repeatedly accuses Plaintiff Tavitian of “tampering” with his
19 odometer, a criminal offense under both state and federal law. This accusation is
20 factually wrong as Plaintiffs have demonstrated. *See* Plaintiffs’ Opposition to FCA’s
21 Motion for Summary Judgment (Dkt. No. 55 at p. 10-12); *see also* Plaintiffs’
22 Response to FCA’s Statement of Material Facts in Support of FCA’s Motion for
23 Summary Judgment (Dkt. No. 183-2 at pp. 30-31); Dkt. No. 183-1 at ¶¶ 73-74. The
24 accusation is libelous, and disparages Plaintiff Tavitian’s ethics, morals, integrity
25 and behavior in violation of Local Rule 83.4.2.a. (*See, e.g.*, Dkt. 55 at 10-12.)
26 Moreover, not only is the accusation demonstrably false, it is completely irrelevant
27 to Plaintiffs’ claims in this case involving the Clutch System and yet another
28 example of FCA’s strategy of trying to avoid having to litigate Plaintiffs’ claims on

1 the merits by resorting to untruths.

2 **III. CLASS DEFINITION**

3 Plaintiffs' Class definition is carefully crafted to include only the vehicles
 4 already covered by the X62 service action. It is hard to imagine that this Class
 5 definition is overbroad as FCA's own X62 program covers these exact vehicles.
 6 Moreover, the Clutch Defect was present in the factory installed Clutch System in
 7 all of the Class Vehicles at the time of purchase or sale, effectively mooting all of
 8 FCA's challenges based the inclusion of used cars in the Class definition.⁵

9 Similarly, FCA's conclusory assertion that the disparate remedies available to
 10 subsequent purchasers defeats Rule 23 typicality is without merit. (Motion at 16:18-
 11 24.) FCA, by its own argument, demonstrates the applicability of Plaintiffs' claims
 12 to subsequent purchasers. FCA states affirmatively that "those who purchased after
 13 the announcement of x62 most likely were told this very information [about the
 14 clutch defect] since prior owners were instructed to put the notice of it in the
 15 glovebox and leave it with the vehicle." (Motion at 16:11-15.) Despite FCA's claim
 16 that these subsequent purchasers defeat typicality under Rule 23(b)(3) because their
 17 presumed exposure to the 2016 X62 notice constitutes exposure among the Class to
 18 "disparate information, (Motion at 16), this argument fails because the X62 notice
 19 refers exclusively to the CMC and the reservoir hose, omitting any mention of the
 20 need to replace the CSC or clean the system's piping. Claiming to have provided
 21 notice to subsequent purchasers means that FCA also *concedes* its duty to disclose
 22 the defect to them.⁶ More importantly, by claiming that it disclosed the "clutch
 23 system defect," FCA effectively concedes that the defect exists and is common to

24
 25 ⁵ Accordingly, the Class, as defined by Plaintiffs is accurate and should be
 26 certified. The Court also retains the right to redefine the Class, to limit the Class to
 27 new Class vehicles or to create a subclass of used Class Vehicles.

28 ⁶ This is also true of the other means of dissemination FCA claims. (Motion at
 16:15-18.)

1 the Class Vehicles.

2 **IV. DAMAGES**

3 FCA misstates the requirements for certification relating to damages, arguing
4 that “there must be evidence of both the value given for the purchase and the value
5 of the product received.” (Motion at 22:11-12.) This is simply wrong. FCA relies on
6 *Brazil v. Dole Packaged Foods, LLC*, 660 Fed. Appx. 531, 534- 35 (9th Cir. 2016),
7 which held that “a plaintiff cannot be awarded a full refund unless the product she
8 purchased was worthless” where her damages theory seeks restitution or
9 disgorgement of the premium paid in reliance on misrepresentations that the
10 defendant’s packaged fruit was “all natural.” In *Brazil*, the plaintiff failed to isolate
11 and establish the value of the alleged “premium.” The case is inapposite, as the
12 overpayment in the instant matter is not a “premium” based on misrepresentations
13 that the product at issue is of a higher or better quality than comparable products.
14 FCA refers erroneously to “Plaintiffs’ full refund damage theory” (Motion at 23:1);
15 Plaintiffs’ theory of damages is based on a benefit-of-the-bargain approach, which
16 limits recovery to the value of the defect. Under that theory, Plaintiffs’ proposed
17 damages model both isolates and assigns a uniform, class-wide monetary value to
18 the overpayment at point of sale for a product that was of a lower quality than what
19 was advertised and expected. FCA’s assertion that commonality is necessarily
20 defeated by the fact that “[v]ehicle prices are individualized negotiated
21 transactions,” (Motion at 25:5-7), derives from a theory of expected utility, not
22 benefit of the bargain, and is irrelevant to Plaintiffs’ damages model. *See, e.g.,*
23 *Philips v. Ford Motor Co.*, No. 14-CV-02989-LHK, 2016 WL 7428810, at *20
24 (N.D. Cal. Dec. 22, 2016) (“An ‘expected utility’ framework measures consumers’
25 perceptions of the risk of failure and calculates consumers’ willingness to pay based
26 on these measurements.”)

27 Again, Plaintiffs’ damages model matches their theory of liability by seeking
28 redress for the injury that occurred at point of sale, which value was determined by

1 the costs FCA has assigned to the parts and labor required to render the hydraulic
2 clutch system defect-free. FCA’s additional assertion that the data on which the
3 sample calculation was based are invalid is simply of no consequence, since that is
4 not the standard under Rule 23.

5 **V. UNIFORM DEFECT**

6 “Rule 23 grants courts no license to engage in free-ranging merits inquiries at
7 the certification stage.” *Amgen Inc. v. Connecticut Ret. Plans & Tr. Funds*, 568 U.S.
8 455, 466 (2013). Nevertheless, the bulk of FCA’s argument in support of its
9 opposition to certification is regarding the merits of Plaintiffs’ claim that the Class
10 was injured by FCA’s failure to resolve the Clutch System’s defective design. FCA
11 contends that the manufacture of the Clutch System’s component parts varies
12 sufficiently to defeat certification on the grounds of commonality and typicality
13 under Rule 23(a) and predominance under Rule 23(b)(3). FCA ignores the central
14 issue in this case, which is that there was a uniform undisclosed defect in the
15 factory-installed Clutch System at the time of purchase or lease. Plaintiffs meet all
16 requirements for certification under Rule 23 on this basis. FCA does not dispute that
17 the subject reservoir hose was defectively designed, nor does FCA dispute that its
18 X62 repair fails to eliminate contaminated fluid from the system. FCA’s position is
19 premised on nothing more than the assumption, without any evidentiary support,
20 that the industry standard identified by Plaintiffs’ expert does not apply to the Class
21 Vehicles.

22 Contrary to FCA’s contention (Motion at 1), Plaintiffs’ design expert does
23 not, and has not, admitted, that there is no common defect. The issues that
24 Stapleford supposedly has “admitted” are all basic issues about the design of the
25 Clutch and in no way undercut or contradict his opinion or testimony that the Clutch
26 System is defectively designed. Interestingly, FCA does not proffer its own expert
27 report to refute the conclusions of Plaintiffs’ expert.

28 Further, FCA’s own argument supports Plaintiffs’ evidence of a uniform

1 defect in the Class Vehicles. FCA describes the factory-installed “clutch hydraulic
2 release system,” (Opp at 1), including the reservoir hose that was determined by
3 FCA to leach plasticizer beyond the tolerance of other system components and was
4 re-designed for use in the Clutch System. (Motion at 2:19-20) (“The root cause of
5 the pedal sticking was found to be plasticizer leaching from a reservoir hose.”) To
6 support its assertion that there are design differences in the Clutch System, FCA
7 claims that “not all reservoir hoses were manufactured with the same amount of
8 plasticizer,” (Motion at 3:3:7), yet the hose has been consistently identified by one
9 part number common to the Class Vehicles, as have other relevant components.
10 (See, e.g., Declaration of Kirk Irvine In Support of FCA’s Opposition to Class
11 Certification [Dkt. 159] ¶ 4.)

12 FCA contends the seals in the CSC are not identical to the seals in the CMC,
13 which precludes certification, (see, e.g., Motion at 4:5-7). However, all the seals are
14 rubber, and they are all susceptible to damage from hydraulic fluid. Significantly,
15 FCA still has not offered any rebuttal of Plaintiffs’ expert’s opinion that it is the
16 industry standard to replace all components in a contaminated hydraulic system or
17 how the seals in the CSC are uniquely immune. FCA’s remaining arguments are
18 similarly based on the weight of the evidence, not the Rule 23 requirements for class
19 certification. FCA does nothing more than offer a different interpretation of the
20 evidence available and ignore the fact that willful ignorance is not a defense, where
21 FCA was in a superior position to know the true state of facts about the Clutch
22 Defect and simply chose to limit its remedy to the CMC and the reservoir hose.

23 FCA cites *Torres v. Mercer Canyons Inc.*, 835 F.3d 1125, 1136 (9th Cir.
24 2016) to support its opposition, claiming that “a class cannot be certified where it
25 includes ‘large numbers of class members who were never exposed to the
26 challenged conduct to begin with.’” FCA fails to explain that the plaintiffs in *Torres*
27 alleged that the defendant employer failed to inform them of the availability of
28 certain jobs for which they were eligible and that those omissions were injurious. *Id.*

1 at 1137. The court noted that the defendant had “not shown that the class as a whole
2 was exposed to ‘disparate information from various representatives of the
3 defendant,’” finding that “the conduct at issue is reasonably uniform as the crux of
4 Plaintiffs’ legal challenge involves a common failure to disclose information,” such
5 that the existence of a class-wide policy or practice of non-disclosure was a common
6 question sufficient to show predominance. *Id.* at 1137-1138. The court also opined
7 that, pursuant to Rule 23, “the court’s task at certification is to ensure that the class
8 is not defined so broadly as to include a great number of members who for some
9 reason could not have been harmed by the defendant’s allegedly unlawful conduct.”
10 *Id.* at 1138 (quotations and citations omitted.) Plaintiffs’ claims should be certified
11 under *Torres*.

12 FCA further contends incorrectly that Plaintiffs fail to mention “whether x62
13 went far enough” to repair the defect FCA has admitted exists in the Class Vehicles,
14 (Motion at 12:6-7), ignoring not only Plaintiffs’ expert’s opinions and conclusions
15 almost in their entirety, but also Plaintiffs’ express allegation that “the central facts
16 demonstrating FCA’s liability are part and parcel of FCA uniform, class wide failure
17 to address the Clutch Defect which FCA’s X62 Extended Warranty program and
18 uniform repair procedure failed to resolve.” (Plaintiffs’ Motion for Class
19 Certification at 2.) FCA’s position is disingenuous to say the least, given that it has
20 consistently denied the existence of any defect, claiming a variety of other
21 explanations for the failure of its X62 repair to resolve the issue of contaminated
22 hydraulic fluid. (See e.g., Motion at 4:21-27.) In fact, despite offering no rebuttal of
23 Plaintiffs’ expert’s report or testimony, FCA insists simply that clutch pedal
24 malfunctions will necessarily require an inspection of “each affected vehicle.”
25 (Motion at 4:27-5:1.) To support this assertion, however, FCA does nothing more
26 than reiterate the conclusions of the dealership technicians who repaired Plaintiffs’
27 respective vehicles, only one pursuant to the X62 service action, none of whom has
28 been designated an expert. (See e.g., Motion at 5, fn. 3.) FCA’s contentions are

1 conclusory and speculative, and FCA demands from Plaintiffs proof to a certainty
2 that Rule 23 simply doesn't require.

3 FCA improperly frames as a Rule 23 issue the parties' conflicting
4 interpretation of the evidence. (Motion at 21.) It is no surprise that FCA defends its
5 decision to ignore problems regarding contamination and focus on a more easily
6 resolved manufacturing error. FCA continues to deny "that the x62 remedy was
7 inadequate and that it should have included the slave cylinder." (Motion at 22:1-2.)
8 FCA's claim that it did an "indepth investigation" does not mean that the Clutch
9 System is not defective or preclude a finding of superiority. (Motion at 25.) FCA
10 simply raises factual questions are for a jury on the merits, which does not defeat
11 certification.

12 VI. CONCLUSION

13 FCA's opposition to class certification ignores the overwhelming weight of
14 legal authority presented by Plaintiffs, instead making a series of unpersuasive,
15 confusing, and diversionary arguments that flout widely accepted class certification
16 standards and impugn Plaintiffs and their counsel. FCA's tactics should not be
17 validated by the Court.

18 For the foregoing reasons, Plaintiffs respectfully request that the Court certify
19 this action for class treatment, appoint the named Plaintiffs as class representatives,
20 and appoint Plaintiffs' counsel as Class Counsel.

21 Dated: January 15, 2018

22 Respectfully submitted,

23
24 Capstone Law APC

25 By: /s/ Jordan L. Lurie

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